GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA

UNSTARRED QUESTION NO:7603
ANSWERED ON:16.05.2002
CONTRACTS AWARDED TO EIL BY ONGC
PUSHPDAN SHAMBHUDAN GADHAVI

Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

(a) whether the ONGC has awarded the Engineers India Limited (EIL) its MNW platform construction contract on lumpsum turnkey basis;

(b) if so, the details of the project with the cost thereof;

(c) the details of other projects bagged by EIL during the last two years with the estimated cost of each project;

(d) whether the EIL has terminated the services of several contract engineers during the last two years whereas the company continued to get business worth several crores; and

(e) if so, the reasons therefor and whether the terminated employees will be reinstated and if not, the reasons therefor?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF PETROLEUM & NATURAL GAS AND MINISTER OF STATE IN THE MI OF PARLIAMENTARY AFFAIRS(SHRI SANTOSH KUMAR GANGWAR)

(a) & (b) Oil and Natural Gas Corporation Limited (ONGC) has awarded MNW platform contract to Engineers India Limited (EIL) o Lump Sum Turn Key (LSTK) basis at a price of Rs.821.18 crore.The contract envisages surveys, design engineering, procurement, fabrication, transportation, supply, installation, hook-up, testing, pre-commissioning, start-up and commissioning of Mumbai High North Water Injection Platform, `MNW`, as also modification works at the existing Bombay High North

Platform, `BHN`, and the Bombay High North Oil Producing Platform, `NQO`, both in Mumbai High Field.

(c) The information for the years 2000-01 and 2001-02 is given in Annexures I & II respectively.

(d) & (e) The contract engineers were recruited for specified period to meet the short term requirement. The contract engineers have been released on completion of contract period / extended period or foreclosure of contract as per terms and conditions of their appointment.

The quantum of business of the company is not fixed and is dependent upon award of contracts to the company in global competition with other consultants. EIL does not have sufficient work-load to gainfully utilise its existing regular manpower. As such, it will not be possible for the company to re-instate the contract engineers without having commensurate work-load to be assigned to them. However, as and when regular vacancies of Management Trainees arise, fifty percent of the vacancies will be filled up from amongst the contract engineers subject to their suitability.

Annexure I referred to in reply to part (c) of Lok Sabha Unstarred Question No.7603 for 16.5.2002 regarding Contracts Awarded to EIL by ONGC

TOTAL BUSINESS SECURED BY EIL DURING FINANCIAL YEAR 2000-2001 = RS.646.41 CRORE
JOBS (WITH VALUE MORE THAN RS. 5 CRORE) = RS. 564.28 CRORE

S.NO.	PROJECT	CLIENT	VALUE OF EIL`S SERVICES/LSTK CONTRACT (Rs. Crore)
1	38 KM CROSS COUNTRY 12` PIPELINE FROM		

NTPC JHANNORE TO GPC GANDHAR WITH TERMINALS
FACILITIES AND HOOK-UP WITH EXISTING FACILITIES GAIL 5.40
2 3.0 MMTPA REFINERY EXPANSION PROJECT AND EPCM
SERVICES FOR OHCU/MEROX UNIT CPCL 50.00
3 WATER INJECTION PIPELINES REPLACEMENT PROJECT
(WIPRP) - PH-I (LSTK) ONGC 138.87
4 PH-I FACILITIES OF PUNJAB REFINERY PROJECT HPCL 16.50
5 CDU/VDU AND OFFSITES AND UTILITIES FOR EXPANSION
OF REFINERY BY 3 MMTPA CPCL 58.00
6 MODIFICATIONS HOOK-UP FOR MUMBAI HIGH FIELD
PIPELINES REPLACEMENT PROJECT (LSTK) ONGC 119.32
7 PANIPAT REFINERY EXPANSION PROJECT IOCL 94.40
8 MUMBAI REFINERY MODERNISATION PROJECT BPCL 69.98
9 OFFSITES & UTILITIES PROJECT IN BANDAR IMAM, IRAN FAJR PETRO-
CHEMICAL CO.,
IRAN 11.81

TOTAL 564.28

Annexure II referred to in reply to part (c) of Lok Sabha Unstarred QuestionNo.7603 for 16.5.2002 regarding Contracts Awarded to EIL by ONGC

TOTAL BUSINESS SECURED BY EIL DURING FINANCIAL YEAR 2001-02 = RS. 1331.53 CRORE
JOBS (WITH VALUE MORE THAN RS. 5 CRORE) = RS. 1233.93 CRORE

S.NO. PROJECT CLIENT VALUE OF EIL`S
SERVICES/LSTK
CONTRACT (Rs. Crore)

1. HYDROCRACKER UNIT ASSOCIATED FACILITIES FOR
REFINERY MODERNISATION AT MUMBAI BPCL 42.00
2 HBJ UPGRADATION PROJECT (PHASE I) GAIL 57.53
3 KALOL-RAMOL PIPELINE PROJECT GAIL 5.00
4 MNW PROJECT (LSTK) ONGC 821.18
5 PMC SERVICES FOR INTEGRATED PARA-XYLENE/PTA
PROJECT AT PANIPAT IOCL 100.61
6 DEVELOPMENT OF ENGINEERING CAPABILITIES SONATRACH,
ALGERIA 38.25
7 TECHNICAL ASSISTANCE (EXTENSION OF CONTRACT) NPCC, ABU DHABI 15.39
8 JAMNAGAR-LONI PIPELINE (PH-II) PROJECT GAIL 12.00
9 DABHOL-HAZIRA URAN PIPELINE (DETAILED
FEASIBILITY REPORT & PRE-PROJECT ACTIVITIES) GAIL 8.17
10 MUMBAI-MANMAD PIPELINE EXTENSION PROJECT
(MUMBAI-MANMAD-MANGLYA) BPCL 13.10
11 KRISHNA-GODAVARI (KG) BASIN (PH-III) PIPELINE PROJECT GAIL 18.00
12 MUNDRA-BATHINDA CRUDE OIL PIPELINE HPCL 41.70
13 INSTALLATION OF CLAMP-ON STRUCTURES IN MUMBAI
HIGH NORTH FIELD PROJECT (LSTK) ONGC 61.00

TOTAL 1233.93